

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates the bearish sentiment in the market.
- Prices closed below 9 and 18 day EMAs supporting the bearish momentum in the short term.
- MACD is moving down in positive zone.
- RSI is moving down in the neutral zone indicating the bearish momentum in the short term.
- Guar seed futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guarseed NCDEX (April)

Call	Entry	T1	T2	SL
SELL	<2910	2882	2867	2935
Support & Resistance				
S2	S1	PCP	R1	R2
2852	2879	2880	2946	2957



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates the bearish sentiment in the market.
- Prices closed between 9 and 18 day EMAs supporting the bearish momentum in the short term.
- MACD is moving down in positive region.
- RSI is moving down in the neutral zone indicating the bearish momentum in the short term.
- Guar gum futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guargum NCDEX (April)

Call	Entry	T1	T2	SL
SELL	<8473	8423	8388	8510
Support & Resistance				
S2	S1	PCP	R1	R2
8334	8359	8400	8536	8558



Price Drivers

- Lower demand from stockiests.
- Guar gum exports are likely to go up.
- Expectation of better guar seed production this season (2010-11)
- Higher overall arrivals.
- Low demand in the markets.

Spot Market Analysis:

- Weak sentiment featured in key cash markets of Guar seed and Guar gum on Monday.
- The selling pressure from the stockiest of Guar seed has reported across the spot market. Stockiests are off-loading their stocks in the domestic market which is exerting pressure on prices to move upside.
- Higher arrivals are reported in the major mandis of Rajasthan and Haryana which also exert pressure on guar prices.
- Overall arrivals are reported at around 30,000 bags, which are higher by 5,000 bags as compared to the previous day's arrivals.
- Sources also revealed that, news of expected good monsoon is likely to create a selling pressure on traders as higher output may be expected coming season.
- Guar by-product (Churi & Korma) prices declined in the spot market due to lower demand as a result of higher supply. Churi decreases by 4.4% and Korma decreases by 4.7% as compared to the previous day's prices.

Both guar seed and gum prices are expected to trade range bound with weak bias in coming days on anticipation selling pressure from stockiests at higher prices in the spot market. However, lower arrivals in coming days may support the guar prices.

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 28.03.11	%Change from Prior day	Arrivals 28.03.11
Guar Seed	Jodhpur (Delivery)	2950	-6.05	12,000
	Jodhpur (Loose)	2740	-3.18	-
	Bikaner	3000	-	-
	Nokha	2870	-3.04	1200
	Hanumangarh	2910	-3.80	60
	Sri-Ganganagar	-	-	-
	Adampur	3020	-2.58	3000
	Sirsa	3020	-2.58	90
	Bhiwani	3020	-2.58	150
	Deesa	-	-	-
	Nagaur	2900	-3.33	30
	Dhabwali	2900	-3.33	-
Guar Gum	Jodhpur	8400	-4.55	N/A
	Bhiwani	8700	-2.25	N/A
	Dhabwali	8650	-1.70	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 867/quintal
Korma	Jodhpur	Rs 1054/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.78
European Union	Euro	62.96
United Kingdom	GBP	71.63

Commodity	Variety	Value
Guargum Split		\$2000/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2500/tonne
	200 Mesh 3500 CPS	\$2450/tonne
Guargum Meal		\$ 310/ tonne

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